

MINUTE ITEM

13. REVISION OF PARTICIPATION, COMPENSATORY ROYALTY AGREEMENT P.R.C. 255.1, STANDARD OIL COMPANY OF CALIFORNIA, WESTERN OPERATIONS, INC., KIRBY HILL, SOLANO COUNTY - W.O. 3572.

After consideration of Calendar Item 4 attached, and upon motion duly made and unanimously carried, the following resolution was adopted:

THE EXECUTIVE OFFICER IS AUTHORIZED TO APPROVE THE MODIFICATION OF THE STATE'S PARTICIPATING PERCENTAGE UNDER COMPENSATORY ROYALTY AGREEMENT P.R.C. 255.1 TO 4.44 PER CENT FOR THE PERIOD, NOVEMBER 1, 1959 TO FEBRUARY 29, 1960, AND TO 4.47 PER CENT AS OF MARCH 1, 1960.

Attachment

Calendar Item 4 (1 page)

CALENDAR ITEM

4.

REVISION OF PARTICIPATION, COMPENSATORY ROYALTY AGREEMENT P.R.C. 255.1, STANDARD OIL COMPANY OF CALIFORNIA, WESTERN OPERATIONS, INC., KIRBY HILL, SOLANO COUNTY - W.O. 3572.

Pursuant to Exhibit "C", Compensatory Royalty Agreement P.R.C. 255.1, entered into with the Standard Oil Company of California, February 9, 1953, the individual well-pressure and production-allocation factors are revised annually upon the basis of the individual well shutin pressures as of March 1st of each year.

The revision data presented by the operator, Standard Oil Company of California, Western Operations, Inc., for the period commencing March 1, 1960, have been reviewed by the staff and found to be computed correctly.

These revision data would result in a State percentage participation in the Kirby Hill gas field production under Compensatory Royalty Agreement P.R.C. 255.1 in the amount of 4.44% on November 1, 1959, and of 4.47% on March 1, 1960, as against 5.020% which was effective March 1, 1959 to October 31, 1959.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE EXECUTIVE OFFICER TO APPROVE THE MODIFICATION OF THE STATE'S PARTICIPATING PERCENTAGE UNDER COMPENSATORY ROYALTY AGREEMENT P.R.C. 255.1 TO 4.44 PER CENT FOR THE PERIOD, NOVEMBER 1, 1959 TO FEBRUARY 29, 1960, AND TO 4.47 PER CENT AS OF MARCH 1, 1960.